



STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
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355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

July 1, 1985

TO: Lowell P. Braxton, Administrator, Mineral Resource
Development and Reclamation Program

FROM: Pamela Grubaugh-Littig, Reclamation Engineer *pgl*

RE: Excess Surety at Mi Vida Mine, ACT/037/028, San Juan
County, Utah

I received a telephone request to release part of the funds from the escrow agreement for the Mi Vida Mine. A reclamation bond estimate was developed in August 1979 and escalated for 10 years at five percent (\$15,312.00). Presently, the account has \$17,499.98 (\$2,187.98 excess).

Please advise me if you would like me to release these funds or revise the bond estimate using present bonding policy.

btb
Attachment
9075R-44

DIVISION OF OIL, GAS, AND MINING

BOND ESTIMATE

OPERATOR: Minerals West, Inc.
 MINE NAME: Mi Vida Mine, includes McCormic Drift and Expectation Canyon Incline
 LOCATION: Sec. 11, T. 30S., R. 24E.
 COUNTY: San Juan County
 DATE: August 9, 1979.

Operation		Amount	Rate	Cost
A. CLEAN-UP				
1. Removal of structures & equipment.	*Lump Sum/site	\$1,000.00		\$ 3,000.00
2. Removal of trash & debris.	*Lump Sum/site	\$ 500.00		\$ 1,500.00
3. Leveling of ancillary facilities pads and access roads.	Included in B1			
B. REGRADING & RECONTOURING				
1. Earthwork including haulage and grading of spoils, waste and overburden.	5 days at 8 hours/day for all three sites. 40 hours total	\$ 85.00/hr		\$ 425.00
2. Recontouring of highwalls and excavations.				
3. Spreading of soil or surficial materials.				
C. STABILIZATION				
1. Soil preparation, scarification, fertilization, etc.	3 acres	\$ 25.00/ac		\$ 75.00
2. Seeding or planting.	3 acres	\$ 150.00/ac		\$ 450.00
3. Construction of terraces, waterbars, etc.	Included in B1			
D. LABOR				
1. Supervision.	40 hours	\$ 10.00/hr		\$ 400.00
2. Labor exclusive of bulldozer time.				
E. SAFETY				
1. Erection of fences, portal coverings, etc.	Seal 3 portals	\$1,000.00/ea		\$ 3,000.00
2. Removal or neutralization of explosive or hazardous materials.	Lump Sum	\$ 100.00		\$ 100.00
F. MONITORING				
1. Continuing or periodic monitoring, sampling & testing deemed necessary.	Reseeding 3 acres if necessary	\$ 150.00/ac		\$ 450.00
G. OTHER				
1. 5% inflation for 10 years. CAF = 1.6289			Subtotal	\$ 9,400.00
			Inflation	\$ 5,912.00
			Total	\$15,312.00



SCOTT M. MATHESON
Governor

GORDON E. HARMSTON
Executive Director,
NATURAL RESOURCES

CLEON B. FEIGHT
Director

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING
1588 West North Temple
Salt Lake City, Utah 84116
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March 24, 1980

REGISTERED-RETURN RECEIPT REQUESTED

Mr. Milton C. Neilson, President
Minerals West, Inc.
P.O. Box 277
Monticello, Utah 84535

Re: Reclamation Surety
Mi Vida Mine
ACT/037/028

Dear Mr. Neilson:

You will recall that tentative approval was issued for the Mi Vida Mine on August 23, 1979. You were informed of such by letter on August 29, 1979. In that letter you were also informed of the Division's surety estimate of \$15,312.00, and, the letter requested that you contact the Division within 30 days to finalize the surety arrangements

The Division hereby requests that you meet to finalize the surety for the property as required by Section 40-8-14 of the Utah Mined Land Reclamation Act. If contact is not made within 14 days of receipt of this second request, the Division has no other alternative than to approach the Board of Oil, Gas and Mining to withdraw tentative approval and order a cessation of all mining activities.

If you have any questions please call.

Sincerely,

Ronald W. Daniels
RONALD W. DANIELS
COORDINATOR OF MINED
LAND DEVELOPMENT

RWD/sp